

Senate File 347 - Reprinted

SENATE FILE _____
BY COMMITTEE ON COMMERCE

(SUCCESSOR TO SSB 1065)
(COMPANION TO HF 500 BY
COMMITTEE ON COMMERCE)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the authority of creditors and credit unions
2 in consumer credit or credit union transactions.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
4 TLSB 1693SV 82
5 rn/gg/14

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1 1 Section 1. Section 533.4, Code 2007, is amended by adding
1 2 the following new subsections:
1 3 NEW SUBSECTION. 29. Sell, to persons in the field of
1 4 membership, negotiable checks, including traveler's checks;
1 5 money orders; and other similar money transfer instruments
1 6 including international and domestic electronic fund
1 7 transfers.
1 8 NEW SUBSECTION. 30. Cash checks and money orders, and
1 9 receive international and domestic electronic fund transfers,
1 10 for persons in the field of membership.
1 11 Sec. 2. Section 537.2501, subsection 1, Code 2007, is
1 12 amended by adding the following new paragraph:
1 13 NEW PARAGRAPH. j. For a consumer loan where the amount
1 14 financed does not exceed three thousand dollars and the term
1 15 of the loan does not exceed twelve months, a bank, savings
1 16 bank, savings and loan association, or credit union
1 17 incorporated pursuant to state or federal law may charge an
1 18 additional application fee not to exceed the lesser of ten
1 19 percent of the amount financed or thirty dollars. If the loan
1 20 is not approved, the application fee shall not exceed the
1 21 lesser of ten percent of the amount applied for by the
1 22 applicant or thirty dollars. The fee permitted pursuant to
1 23 this paragraph shall not be charged in connection with a loan
1 24 used for the purchase of a motor vehicle, or for a loan where
1 25 the borrower's dwelling is used as security.
1 26 Sec. 3. IMPLEMENTATION OF LAW.
1 27 The provisions of this Act amending section 533.4 shall be
1 28 deemed to amend section 533.301, relating to powers of credit
1 29 unions, if enacted in 2007 Iowa Acts, Senate File 557, or
1 30 successor legislation, and the Code editor shall harmonize the
1 31 provisions as necessary.
1 32 SF 347
1 33 rn:rj/cc/26